

VOLUME OF HIGH INCOME RETURNS
by **TAXABLE INCOME LEVEL** and **AVERAGE TAX RATE**
Tax Year 2002

Taxable Income Levels	Number of Returns		Total Tax Liability (Thousands)	Average Tax Rate' ⁴							
	Non-Taxable	Taxable		Less Than 1.0%	1.0% to 1.9%	2.0% to 2.9%	3.0% to 4.9%	5.0% to 6.9%	7.0% to 8.9%	9.0% and Above ⁵	
I: Adjusted Gross Income (AGI)											
Under \$ 50,000	4,984,604	4,242,271	\$ 2,015,454	\$ 7,029,760	\$ 1,072,923	\$ 533,655	\$ 584,064	\$ 3,757	\$ 2,213	\$ 507	
50,000 to 100,000	124,932	2,733,702	5,621,987	488,277	624,474	667,365	690,019	379,765	8,722	12	
100,000 to 200,000	7,449	1,132,780	7,037,148	20,721	36,284	107,114	543,368	369,226	62,631	883	
200,000 and over	1,499	348,346	13,893,470	2,791	1,409	2,857	24,628	148,042	160,541	9,576	
Total	5,118,484	8,457,099	\$ 28,568,059	\$ 7,541,549	\$ 1,735,090	\$ 1,310,991	\$ 1,842,079	\$ 900,790	\$ 234,107	\$ 10,978	
II: AGI Plus Tax Preference Income ¹											
Under \$ 50,000	4,984,599	4,242,271	\$ 2,015,442	\$ 7,029,755	\$ 1,072,921	\$ 533,655	\$ 584,064	\$ 3,757	\$ 2,213	\$ 505	
50,000 to 100,000	124,936	2,733,538	5,621,346	488,282	624,474	667,367	689,855	379,762	8,722	12	
100,000 to 200,000	7,447	1,132,717	7,037,566	20,709	36,076	107,195	543,410	369,245	62,646	883	
200,000 and over	1,502	348,573	13,893,705	3,027	1,488	2,922	24,898	148,083	160,263	9,394	
Total	5,118,484	8,457,099	\$ 28,568,059	\$ 7,541,773	\$ 1,734,959	\$ 1,311,139	\$ 1,842,227	\$ 900,847	\$ 233,844	\$ 10,794	
III: AGI Less Investment Interest ²											
Under \$ 50,000	4,986,190	4,243,981	\$ 2,021,314	\$ 7,031,787	\$ 1,073,970	\$ 533,858	\$ 584,064	\$ 3,769	\$ 2,213	\$ 510	
50,000 to 100,000	124,174	2,734,507	5,629,040	487,078	623,452	667,954	690,078	381,371	8,737	12	
100,000 to 200,000	6,789	1,131,644	7,041,940	19,712	36,185	105,768	542,560	370,217	63,081	912	
200,000 and over	1,331	346,967	13,875,765	2,468	1,234	2,590	23,648	146,172	161,530	10,654	
Total	5,118,484	8,457,099	\$ 28,568,059	\$ 7,541,045	\$ 1,734,841	\$ 1,310,170	\$ 1,840,350	\$ 901,529	\$ 235,561	\$ 12,088	
IV: Expanded Income ³											
Under \$ 50,000	4,986,186	4,243,977	\$ 2,021,302	\$ 7,031,783	\$ 1,073,968	\$ 533,858	\$ 584,066	\$ 3,767	\$ 2,213	\$ 508	
50,000 to 100,000	124,176	2,734,343	5,628,399	487,080	623,452	667,954	689,915	381,369	8,737	12	
100,000 to 200,000	6,788	1,131,590	7,042,427	19,700	35,977	105,848	542,612	370,235	63,096	912	
200,000 and over	1,334	347,189	13,875,932	2,706	1,313	2,654	23,886	146,290	161,235	10,438	
Total	5,118,484	8,457,099	\$ 28,568,059	\$ 7,541,269	\$ 1,734,710	\$ 1,310,314	\$ 1,840,479	\$ 901,661	\$ 235,281	\$ 11,870	

- 1 Tax preference income is reported on Form FTB Schedule P and includes: excluded portion of capital gains; accelerated depreciation in excess of straight line; excess depletion, and several other statutory amounts.
- 2 Interest paid on borrowed money used for capital Investments, other than mortgages.
- 3 Expanded income is adjusted gross income plus tax preference income less investment expenses.
- 4 Average tax rate is the net tax divided by the income, as defined in the income concept.
- 5 These returns with an average tax rate equal to or greater than 9% of the income concept used have either alternative minimum tax or the tax on accumulation distributions. See Revenue and Taxation Code Section 17062-17066 for alternative minimum tax or Sections 17731-17839 for rules relating to estates, trusts, beneficiaries, and decedents.

VOLUME OF HIGH INCOME RETURNS
BY TAXABLE INCOME LEVEL TYPE and AVERAGE TAX LIABILITY
Tax Year 2002

Taxable Income Levels	Number of Returns			Total Tax Liability (Thousands)	Average Tax Liability					
	Total	Non-Taxable	Taxable		\$1 Under \$1,000	\$1,000 Under \$2,000	\$2,000 Under \$6,000	\$6,000 and Over		
I: Adjusted Gross Income (AGI)										
Under \$ 50,000	9,226,875	4,984,604	4,242,271	\$ 2,015,454	\$ 3,583,191	\$ 568,550	\$ 90,524	\$ 10		
50,000 to 100,000	2,858,634	124,932	2,733,702	5,621,987	688,243	795,608	1,222,577	27,273		
100,000 to 200,000	1,140,229	7,449	1,132,780	7,037,148	10,657	26,973	559,360	535,791		
200,000 and over	349,845	1,499	348,346	13,893,470	604	260	2,529	344,949		
Total	13,575,583	5,118,484	8,457,099	\$ 28,568,059	\$ 4,282,695	\$ 1,391,391	\$ 1,874,990	\$ 908,023		
II: AGI Plus Tax Preference Income ¹										
Under \$ 50,000	9,226,870	4,984,599	4,242,271	\$ 2,015,442	\$ 3,583,188	\$ 568,550	\$ 90,522	\$ 10		
50,000 to 100,000	2,858,474	124,936	2,733,538	5,621,346	688,243	795,608	1,222,413	27,273		
100,000 to 200,000	1,140,164	7,447	1,132,717	7,037,566	10,647	26,754	559,522	535,794		
200,000 and over	350,075	1,502	348,573	13,893,705	617	479	2,533	344,946		
Total	13,575,583	5,118,484	8,457,099	\$ 28,568,059	\$ 4,282,695	\$ 1,391,391	\$ 1,874,990	\$ 908,023		
III: AGI Less Investment Interest ²										
Under \$ 50,000	9,230,171	4,986,190	4,243,981	\$ 2,021,314	\$ 3,584,673	\$ 568,755	\$ 90,539	\$ 14		
50,000 to 100,000	2,858,681	124,174	2,734,507	5,629,040	686,964	795,715	1,224,334	27,494		
100,000 to 200,000	1,138,433	6,789	1,131,644	7,041,940	10,538	26,684	557,845	536,578		
200,000 and over	348,298	1,331	346,967	13,875,765	520	237	2,272	343,936		
Total	13,575,583	5,118,484	8,457,099	\$ 28,568,059	\$ 4,282,695	\$ 1,391,391	\$ 1,874,990	\$ 908,022		
IV: Expanded Income ³										
Under \$ 50,000	9,230,163	4,986,186	4,243,977	\$ 2,021,302	\$ 3,584,671	\$ 568,755	\$ 90,537	\$ 14		
50,000 to 100,000	2,858,519	124,176	2,734,343	5,628,399	686,964	795,715	1,224,170	27,494		
100,000 to 200,000	1,138,378	6,788	1,131,590	7,042,427	10,528	26,465	558,007	536,591		
200,000 and over	348,523	1,334	347,189	13,875,932	532	456	2,276	343,924		
Total	13,575,583	5,118,484	8,457,099	\$ 28,568,059	\$ 4,282,695	\$ 1,391,391	\$ 1,874,990	\$ 908,023		

1 Tax preference income is reported on Form FTB Schedule P and includes: excluded portion of capital gains; accelerated depreciation in excess of straight line ; excess depletion, and several other statutory amounts.

2 Interest paid on borrowed money used for capital Investments, other than mortgages.

3 Expanded income is adjusted gross income plus tax preference income less investment expenses.